GOVERNMENT OF INDIA
TEXTILES
LOK SABHA

UNSTARRED QUESTION NO:2580
ANSWERED ON:10.03.2000
NIE SYSTEM
GANGASANDRA SIDDAPPA BASAVARAJ

Will the Minister of TEXTILES be pleased to state:

(a) whether Apparels Export Promotion Council has requested the Government to have only two systems for allocation of quota namely, 85 percent under PPE and 15 percent under FCFS system and to abolish NIE system in the 2000;

(b) if so, the details in this regard; and

(c) the reaction of the Government thereto?

Answer

MINISTER OF STATE FOR TEXTILES

(SHRI GINGEE N. RAMACHANDRAN)

(a) to (c) The Government had setup a Task Force to make recommendations on the long term quota (export entitlement) distribution policies for a period of five years with effect from 1.1.2000 to 31.12.2004. The Task Force invited responses from Export Promotion Councils (EPCs), leading trade associations and federations on various aspects of the quota policies. Pursuant to that, Apparel Export Promotion Council (AEPC) had also furnished its suggestion, stating, inter-alia, that only two systems of allocation of quota namely, 85 percent under PEE and 15 percent under FCFS may be retained and NIE system may be abolished in the year 2000The Task Force also conducted two Open House Sessions to interact with various exporters and the associations concerned at New Delhi and Mumbai. The Task Force considered the inputs from a wide range of sources before submitting the report. This report was taken into account by the Government while framing the New Quota Policy.